

**INDIAN RIVER COUNTY MEDICAL  
SOCIETY FOUNDATION, INC.  
(d/b/a WE CARE FOUNDATION  
OF INDIAN RIVER)**

**Financial Statements  
with  
Independent Auditors' Report**

Year Ended September 30, 2022  
(With Corresponding Totals for September 30, 2021)

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## Independent Auditors' Report

To the Board of Directors  
Indian River County Medical Society Foundation, Inc.  
dba We Care Foundation of Indian River  
Vero Beach, Florida

### **Opinion**

We have audited the accompanying financial statements of Indian River County Medical Society Foundation, Inc. (a nonprofit organization), which comprise the statement of financial position as of September 30, 2022, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Indian River County Medical Society Foundation, Inc. as of September 30, 2022, and the changes in net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Basis for Opinion**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Indian River County Medical Society Foundation, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Indian River County Medical Society Foundation, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

## **Auditors' Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Indian River County Medical Society Foundation, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Indian River County Medical Society Foundation, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

### **Report on Summarized Comparative Information**

We have previously audited the Organization's September 30, 2021 financial statements and expressed an unmodified audit opinion on those audited financial statements in our report dated September 1, 2022. In our opinion, the summarized comparative information presented herein as of and for the year ended September 30, 2021, is consistent, in all material respects, with the audited financial statements from which it has been derived.

*Nuttall, Donini & Associates, CPA's*

Nuttall, Donini & Associates, CPA's  
May 22, 2023



**Indian River County Medical Society Foundation, Inc.**  
 Statements of Financial Position  
 September 30, 2022  
 (With Corresponding Totals for September 30, 2021)

	2022	2021
<b>Assets</b>		
<b>Current Assets</b>		
Cash and cash equivalents	\$ 459,372	\$ 460,444
Grants receivable	5,486	25,795
Prepaid expenses	11,623	2,000
<b>Total Current Assets</b>	<b>476,481</b>	<b>488,239</b>
<b>Property and equipment, net</b>	<b>-</b>	<b>68,617</b>
<b>Total Assets</b>	<b>\$ 476,481</b>	<b>\$ 556,856</b>
<b>Liabilities and Net Assets</b>		
<b>Current Liabilities</b>		
Accounts payable and accrued expenses	\$ 14,407	\$ 33,977
<b>Total Current Liabilities</b>	<b>14,407</b>	<b>33,977</b>
<b>Total Net Assets, without donor restriction</b>	<b>462,074</b>	<b>522,879</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 476,481</b>	<b>\$ 556,856</b>

See accompanying notes to financial statements.

**Indian River County Medical Society Foundation, Inc.**  
 Statements of Activities  
 For the year ended September 30, 2022  
 (With Corresponding Totals for September 30, 2021)

	2022	2021
<b>Public Support and Revenues</b>		
Contributions of cash and other financial assets	\$ 68,808	\$ 147,401
Contributions of non-financial assets	8,000	32,000
Grants	143,826	374,804
Special events (integral and ongoing):		
Special event revenue	76,616	6,760
Cost of direct benefits to donors	(56,567)	(177)
Other income	106	14
<b>Total Public Support and Revenues</b>	<b>240,789</b>	<b>560,802</b>
<b>Expenses</b>		
Program services:		
We Care Clinic	147,832	409,100
Supporting services:		
Management and general	129,556	35,095
Fundraising costs	24,206	23,437
<b>Total Expenses</b>	<b>301,594</b>	<b>467,632</b>
<b>Increase (decrease) in Net Assets</b>	<b>(60,805)</b>	<b>93,170</b>
<b>Net Assets Without Donor Restrictions, beginning of year</b>	<b>522,879</b>	<b>429,709</b>
<b>Net Assets Without Donor Restrictions, end of year</b>	<b>\$ 462,074</b>	<b>\$ 522,879</b>

See accompanying notes to financial statements.

**Indian River County Medical Society Foundation, Inc.**  
**Statements of Functional Expenses**  
**For the year ended September 30, 2022**  
**(With Corresponding Totals for September 30, 2021)**

	2022			2021	
	Program Services	Supporting Services		Total	Total
	We Care Clinic	Management and General	Fundraising		
Salaries and related taxes	\$ 18,938	\$ 37,876	\$ 18,937	\$ 75,751	\$ 33,703
Contract labor	65,366	21,789	-	87,155	312,068
Professional fees	1,973	5,918	4,438	12,329	35,120
Eye service expenses	17,727	-	-	17,727	6,600
Pharmaceuticals	1,718	-	-	1,718	2,574
Other program related expenses	9,650	-	-	9,650	2,550
Advertising	7,313	-	-	7,313	4,337
Bank charges and fees	-	1,869	-	1,869	341
License and dues	-	1,824	-	1,824	986
Occupancy	10,583	1,984	662	13,229	37,096
Repairs and maintenance	840	158	52	1,050	4,571
Miscellaneous	3,325	103	-	3,428	5,695
Office expenses	2,924	858	117	3,899	6,572
Information technology	5,297	338	-	5,635	6,707
Depreciation	2,178	-	-	2,178	8,712
Loss of disposal of equipment	-	56,839	-	56,839	-
<b>Total Expenses</b>	<b>\$147,832</b>	<b>\$129,556</b>	<b>\$ 24,206</b>	<b>\$301,594</b>	<b>\$467,632</b>

See accompanying notes to financial statements.

**Indian River County Medical Society Foundation, Inc.**  
**Statements of Cash Flows**  
For the year ended September 30, 2022  
(With Corresponding Totals for September 30, 2021)

	2022	2021
<b>Cash Flows from Operating Activities:</b>		
Increase (decrease) in net assets	\$ (60,805)	\$ 93,170
Adjustments to reconcile increase (decrease) in net assets to net cash flows provided by (used for) operating activities:		
Depreciation	2,178	8,712
Loss on disposal of fixed assets	56,839	-
Non-cash prepaid rent	9,600	-
Changes in assets and liabilities:		
Grants receivable	20,309	3,170
Prepaid expenses	(9,623)	(2,000)
Accounts payable and accrued expenses	(19,570)	5,739
Net cash provided by (used for) operating activities	(1,072)	108,791
<b>Net Increase (Decrease) in Cash</b>	(1,072)	108,791
<b>Cash and Cash Equivalents, beginning of year</b>	460,444	351,653
<b>Cash and Cash Equivalents, end of year</b>	\$ 459,372	\$ 460,444

See accompanying notes to financial statements.



## **Indian River County Medical Society Foundation, Inc.**

### Notes to Financial Statements

#### **Note 1 – Nature of Organization and Purpose**

##### **Organization and Purpose**

Indian River County Medical Society Foundation, Inc., d/b/a We Care Foundation of Indian River, (“the Foundation”) is a Florida nonprofit organization incorporated on August 24, 2011. The Foundation provides qualified We Care patients with free specialty medical services, supplies, advice, and other medical assistance. Services and care are provided to residents between the ages of 18-64 of Indian River County with no group or private health insurance and income at or below 200% of the Federal Poverty Level. These services are provided through a collaborative effort with the following tiers:

*Volunteer Physicians* – Specialty medical services are provided by more than 40 physicians practicing in Indian River County. Care areas include Acupuncture, Cardiology, Dermatology, Gastroenterology, General Surgery, Neurology, Ophthalmology, Orthopedics, Otolaryngology (ENT), and Podiatry. Although the physician’s practices absorb individual patient office visits, evaluations, and treatments, the Foundation covers expenses such as nursing assistance for ½ or full-day specialty clinics, supplies, medications, or items like lenses from cataract surgery.

*Clinic Partnerships* – In the past, the Foundation program provided services to patients in a clinical environment within the Indian River County Health Department. However, due to changes within the funding community, the program relocated to office space within the Treasure Coast Community Health (TCCH) Clinic located at the 787 building on 37th Street. This partnership is a natural fit for the Foundation. While Whole Family Health Center and Cleveland Clinic refer patients to the program, most referrals come from TCCH primary care physicians. In addition, TCCH provides the Foundation program with clinic space for full or ½ day clinics free of charge, technical support, and shared access to their database server to ensure all the Foundation’s client records are kept confidential and HIPAA compliant.

##### **Income Tax Status**

The Foundation is a not-for-profit corporation as described in Section 501(c)(3) of the Internal Revenue Code and is exempt from federal and state income taxes on related income pursuant to Section 501(a) of the code. The Foundation is not classified as a private foundation. Accordingly, no provision for income taxes is recorded in the accompanying financial statements.

#### **Note 2 – Summary of Significant Accounting Policies**

##### **Basis of Accounting**

The accompanying financial statements have been prepared in accordance with generally accepted accounting principles, using the accrual basis of accounting. Assets and related revenues are recorded when earned, and liabilities and related expenses are recognized as incurred. In applying generally accepted accounting principles to program service revenues, the legal and contractual requirements of the individual programs are used as guidance.

**Indian River County Medical Society Foundation, Inc.**

Notes to Financial Statements (continued)

**Note 2 – Summary of Significant Accounting Policies** (continued)

**Basis of Presentation**

The financial statements are presented in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958.

Accordingly, net assets and revenues, and gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets and changes therein are classified as follows:

**Net Assets without Donor Restrictions**

Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Foundation. Foundation s' Board of Directors may designate assets without restrictions for specific operational purposes from time to time.

**Net Assets with Donor Restrictions**

Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of Foundation or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

All contributions are considered available for unrestricted use unless specifically restricted by the donor. When a restriction expires, that is, when a stipulated time restriction ends, or a purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the combined statement of activities as net assets released from restrictions. Donor restricted contributions whose restrictions are met in the same reporting period are reported as net assets without donor restriction support.

**Fair Value Measurements**

Financial Accounting Standards Board Topic 820, *Fair Value Measurements and Disclosures* establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements).

The three levels of fair value hierarchy are as follows:

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Foundation has the ability to access at the measurement date.

Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 inputs are unobservable inputs for the asset or liability

The following methods and assumptions were used to estimate the fair value of each class of financial instruments:

Cash and Cash equivalents: The carrying amounts, at face value or cost-plus accrued interest, approximate fair value (level 1) because of the short maturity and/or the market rates earned on these instruments.

**Indian River County Medical Society Foundation, Inc.**

Notes to Financial Statements (continued)

**Note 2 – Summary of Significant Accounting Policies** (continued)

**Cash and Cash Equivalents**

Cash and cash equivalents include cash and investments that are readily convertible into cash and have original maturities of three months or less.

**Grants Receivable**

Grants receivable are stated at unpaid balances, less an allowance for doubtful accounts. The organization provides for losses on grants receivable using the allowance method. The allowance is based on experience, third-party contracts, and other circumstances. Management believes the grants receivable as of year-end are fully collectible. Accordingly, no allowance for doubtful accounts is presented.

**Property and Equipment**

Property and equipment acquisition greater than \$1,000 are capitalized and stated at cost. Donated property and equipment are recorded at the fair market value at the date of the gift. Depreciation for the Foundation's leasehold improvements is provided using a straight-line method over an estimated life of 7-15 years.

**Compensated Absences**

Compensated absences for sick pay and personal time have not been accrued since they cannot be reasonably estimated. Foundation recognizes these costs when actually paid.

**Contributions**

Unconditional contributions are recognized when pledged and recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions.

All contributions are considered available for unrestricted use unless specifically restricted by the donor. When a restriction expires, that is, when a stipulated time restriction ends, or a purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Donor restricted contributions whose restrictions are met in the same reporting period are reported as net assets without donor restriction support.

**Contributed Services**

The Foundation receives donated services from physicians and other unpaid volunteers who provide medical services, fundraising, and administration services. These services do not create or enhance non-financial assets, nor if not provided by a volunteer would be purchased. Accordingly, while these services contribute to the success of the programs, they do not meet the criteria for recognition under ASC 958-605-25-16 and have not been reflected in the accompanying financial statements.

**Functional Allocation of Expenses**

The cost of providing the various programs and other activities has been summarized on a functional basis in the statement of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Allocations are determined by management and are allocated based on estimate of time and effort spent on each

## **Indian River County Medical Society Foundation, Inc.**

Notes to Financial Statements (continued)

### **Note 2 – Summary of Significant Accounting Policies** (continued)

#### **Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

#### **Prior Period Information**

The financial statements include certain prior year corresponding totals intended to be read only in relation to the current period presentation. The corresponding information was derived from the Foundations' audited financial statements for the year ended September 30, 2021 but does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. The prior year corresponding totals may also reflect certain reclassifications of amounts to conform to the current year presentations.

### **Note 3 – Cash Balances**

Financial instruments which potentially subject the Foundation to a concentration of credit risk include cash held at financial institutions, which may exceed FDIC insurance limits or be subject to risks associated within the underlying securities. The Foundation has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk related to its cash balances.

The Foundation held \$40,030 as of September 30, 2022, in six month certificate of deposit. Since the maturity date of the certificate is less than three months, the Foundation considers this accounts as cash equivalents. Certificate of deposit are stated at fair value (Level 1) and earn interest at the rate of .15%.

### **Note 4 – Grants Receivable**

Grants receivable of \$5,486 as of September 30, 2022, consist of contracts from state and local funding sources.

### **Note 5 – Leasehold Interests**

The Foundation entered into a leasing arrangement with Treasure Coast Community Health on July 1, 2022. Included in the lease agreement, is an exchange for medical supplies and furniture with the understanding that this would cover the Foundation's office rent, any IT support, and occasional use of the clinic located at 787 37<sup>th</sup> Street, Suite 140, Vero Beach, FL, 32960 until August 1, 2024. As of September 30, 2022 the Foundation has non-cash prepaid rent valued at \$8,448.

### **Note 6 – Liquidity**

The Foundation has \$464,858 of financial assets available within one year of the statement of financial position date to meet cash needs for general operating expenditures, consisting of 99% cash and 1% grants receivable, which is estimated to represent over one year of operating expenses. The Foundation primarily funds operations with fundraising income, along with contributions.

## **Indian River County Medical Society Foundation, Inc.**

Notes to Financial Statements (continued)

### **Note 7 – Subsequent Events**

Management has evaluated subsequent events through May 22, 2023 the date the financial statements were available to be issued. Management is not aware of any events subsequent to the statement of financial position date which would require additional adjustments to, or disclosure in, the accompanying financial statements, other than those described below.

### **Note 8 – Sustainability of Operations**

Clinic Format – Since relocating on July 1st, the Foundation’s patient advocate has met with and matched up over 500 patients with over 40 specialty care providers in Indian River County. Due to the abundance of daily patient referrals, limited physician office availability, and foundation staffing, the model for providing specialty care has moved from a one-on-one referral format to coordinating more frequent ½ and full-day care clinics within a smaller range of specialty care offered. These chosen care areas are based on the specialist’s availability and the demand for that specific type of specialty care by the Foundations patients. In addition, this format will offer the patient a better quality of care experience, more thorough follow-up, and detailed record-keeping and data collection.

Sustainability – The Foundation receives an annual grant from the Florida Association of Free and Charitable Clinics, which pays for the part-time Patient Advocate’s salary and a few operational expenses. The annual gala is well attended, raising a large portion of our budget, along with general donations from the residents, businesses, and private foundations in Indian River County. The Foundation is working closely with the hospital district administrative team to strengthen its data collection and secure funding for the next fiscal year. In the spring, it is anticipated that the Foundation will partner with a local consulting firm, Carter, who will work with the Board and Executive Director to evaluate the organization’s mission statement, identify the organization’s core values, and describe an aspirational vision for the future. In addition, strategic goals will be established to inform decision-making, operating plans, and resource allocation over the next three to five years. Also, the foundation will work to cultivate and strengthen partnerships with key stakeholders and local funders.